

Vice President) 100 North 6th Street, Philadelphia, Pennsylvania 19105-1521:

1. *PSB Bancorp, Inc.*, Philadelphia, Pennsylvania; to become a bank holding company by acquiring 100 percent of the voting shares of Pennsylvania Savings Bank, Philadelphia, Pennsylvania.

B. Federal Reserve Bank of Richmond (A. Linwood Gill III, Assistant Vice President) 701 East Byrd Street, Richmond, Virginia 23261-4528:

1. *Eastern Virginia Bankshares, Inc.*, Tappahannock, Virginia; to become a bank holding company by acquiring 100 percent of the voting shares of Southside Bank, Tappahannock, Virginia, and Bank of Northumberland, Incorporated, Heathsville, Virginia.

C. Federal Reserve Bank of Atlanta (Lois Berthaume, Vice President) 104 Marietta Street, N.W., Atlanta, Georgia 30303-2713:

1. *Citizens Bancshares Corporation*, Atlanta, Georgia; to become a bank holding company by acquiring 100 percent of the voting shares of First Southern Bancshares, Inc., Lithonia, Georgia, and thereby indirectly acquire First Southern Bank, Lithonia, Georgia.

D. Federal Reserve Bank of Chicago (Philip Jackson, Applications Officer) 230 South LaSalle Street, Chicago, Illinois 60690-1413:

1. *FBOP Corporation*, Oak Park, Illinois; to acquire 50 percent of the voting shares of P.N.B. Financial Corporation, Chicago, Illinois, and thereby indirectly acquire Park National Bank and Trust of Chicago, Chicago, Illinois.

2. *First of Waverly Corporation*, Waverly, Iowa; to acquire 100 percent of the voting shares of Schrage, Ltd., Plainfield, Iowa, and thereby indirectly acquire Farmers State Bank, Plainfield, Iowa.

3. *Heartland Bancshares, Inc.*, Lenox, Iowa; to acquire 50 percent of the voting shares of Union Bank of Arizona, N.A., Gilbert, Arizona (in organization).

E. Federal Reserve Bank of Minneapolis (Karen L. Grandstrand, Vice President) 250 Marquette Avenue, Minneapolis, Minnesota 55480-2171:

1. *Norwest Corporation*, Minneapolis, Minnesota; to acquire 100 percent of the voting shares of Fidelity Bancshares, Inc., Fort Worth, Texas, and thereby indirectly acquire Fidelity Bancorporation, Inc., Dover, Delaware, and Fidelity Bank & Trust, N.A., Fort Worth, Texas.

F. Federal Reserve Bank of Dallas (Genie D. Short, Vice President) 2200 North Pearl Street, Dallas, Texas 75201-2272:

1. *Cullen/Frost Bankers, Inc.*, San Antonio, Texas, and New Galveston

Company, Wilmington, Delaware; to merge with Harrisburg Bancshares, Inc., Houston, Texas, and thereby indirectly acquire Harrisburg Bancshares, Inc., Reno, Nevada, and Harrisburg Bank, Houston, Texas.

Board of Governors of the Federal Reserve System, November 5, 1997.

Jennifer J. Johnson,

Deputy Secretary of the Board.

[FR Doc. 97-29643 Filed 11-7-97; 8:45 am]

BILLING CODE 6210-01-F

FEDERAL RESERVE SYSTEM

Notice of Proposals To Engage in Permissible Nonbanking Activities or To Acquire Companies That are Engaged in Permissible Nonbanking Activities

The companies listed in this notice have given notice under section 4 of the Bank Holding Company Act (12 U.S.C. 1843) (BHC Act) and Regulation Y, (12 CFR Part 225) to engage *de novo*, or to acquire or control voting securities or assets of a company that engages either directly or through a subsidiary or other company, in a nonbanking activity that is listed in § 225.28 of Regulation Y (12 CFR 225.28) or that the Board has determined by Order to be closely related to banking and permissible for bank holding companies. Unless otherwise noted, these activities will be conducted throughout the United States.

Each notice is available for inspection at the Federal Reserve Bank indicated. The notice also will be available for inspection at the offices of the Board of Governors. Interested persons may express their views in writing on the question whether the proposal complies with the standards of section 4 of the BHC Act.

Unless otherwise noted, comments regarding the applications must be received at the Reserve Bank indicated or the offices of the Board of Governors not later than November 24, 1997.

A. Federal Reserve Bank of New York (Betsy Buttrill White, Senior Vice President) 33 Liberty Street, New York, New York 10045-0001:

1. *National Bank of Canada*, Montreal, Quebec, Canada; to acquire NBC Levesque International Ltd., Montreal, Quebec, Canada, and thereby engage in buying and selling in the secondary market all types of securities on the order of a customer as a "riskless principal" to the extent of engaging in transactions in which the company, after receiving an order to buy (or sell) a security from a customer, purchases (or sells) the security for its own account to offset a contemporaneous

sale to (or purchase from) a customer, subject to the limitations and conditions, pursuant to § 225.28(b)(7)(ii) of the Board's Regulation Y, and acting as agent for the private placement of securities, pursuant to § 225.28(b)(7)(iii) of the Board's Regulation Y.

2. *The Bank of Nova Scotia*, Toronto, Ontario, Canada; to acquire Iron Mountain Depository Corporation, New York, New York, and thereby engage in buying, selling and storing bars, rounds, bullion, and coins of gold, silver platinum, palladium, copper, and any other metal approved by the Board, for company's own account and the account of others, and providing incidental services such as arranging for storage, safe custody, assaying, and shipment, pursuant to § 225.28(b)(8)(iii) of the Board's Regulation Y.

Board of Governors of the Federal Reserve System, November 4, 1997.

Jennifer J. Johnson,

Deputy Secretary of the Board.

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FEDERAL RESERVE SYSTEM

[Docket No. R-0986]

Federal Reserve Bank Services

AGENCY: Board of Governors of the Federal Reserve System.

ACTION: Notice.

SUMMARY: The Board has approved a Private Sector Adjustment Factor (PSAF) for 1998 of \$108.5 million, as well as the fee schedules for Federal Reserve priced services and electronic connections. These actions were taken in accordance with the requirements of the Monetary Control Act of 1980, which requires that, over the long run, fees for Federal Reserve priced services be established on the basis of all direct and indirect costs, including the PSAF. **DATES:** The PSAF and the fee schedules become effective on January 2, 1998.

FOR FURTHER INFORMATION CONTACT: For questions regarding the Private Sector Adjustment Factor: Martha Stallard, Senior Accountant, (202/452-3758), Division of Reserve Bank Operations and Payment Systems; For questions regarding the fee schedules: Jeff Yeganeh, Senior Financial Services Analyst, Check Payments, (202/728-5801); Riaz Ahmed, Financial Services Analyst, ACH Payments, (202/452-3959); Stephen Cohen, Financial Services Analyst, Funds Transfer and Book-Entry Securities Services, (202/452-3480); Anne Paulin, Senior Information Technology Analyst